

MEDIUM AND LONG TERM PUBLIC DEBT

MINISTRY OF FINANCE REPUBLIC OF PERU



NATIONAL DIRECTORATE OF PUBLIC INDEBTEDNESS
ANALYSIS AND PROGRAMMING DIRECTORATE

QUARTERLY REPORT : PUBLIC DEBT ANALYSIS, as of MARCH 31, 2010 1/

As of March 31, 2010, the public debt was US\$ 32.2 billion, from which around 52% is market debt. It is important to address that this kind of liability has played a key role in the mitigation of both the refinancing risk and the market risk, which is reflected in the Average Life reaching 11.4 years. Additionally, the percentage of local currency in the debt portfolio is about 41.2% and the corresponding figure for fixed interest rate is 75.8%, both of them are contributing to reduce the fluctuations of the public debt service.

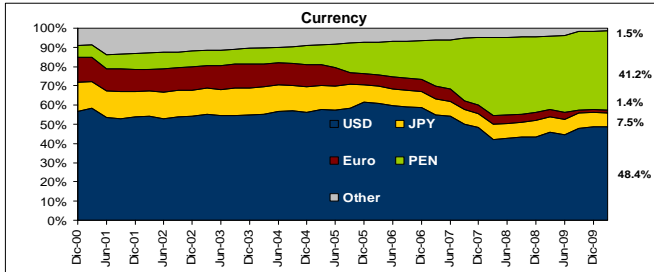
Public Debt Stock, March 2010						
Categories	Stock (USD Mill.)	Present Value (USD Mill.)	Average Life (years)	Duration (years)	ATR (years)	Debt Cost in USD (%)
Market	16 800	18 557	14,64	8,30	14,58	6,80
Global Bonds	8 924	10 781	12,88	7,59	12,88	7,77
Sovereign Bonds	7 772	7 674	16,69	9,31	16,69	5,70
Other Bonds	104	102	11,36	8,07	2,87	5,39
Non Market	15 368	12 696	7,07	5,22	4,45	4,51
Paris Club	3 133	3 117	6,90	5,11	6,90	4,53
Multilaterals	8 392	8 513	6,69	5,12	2,75	4,55
Suppliers	51	39	5,10	4,29	4,81	4,96
Others	3 792	1 028	10,48	6,66	10,38	4,09
TOTAL	32 168	31 254	11,38	7,05	10,23	5,81

Decomposition of the Stock Variation, December 2009 - March 2010 (USD Mill.)*				
Currency	Stock	FX Effect	Net Effect	Total Variation
USD	15 585	-761	154	-607
PEN	13 252	0	230	230
JPY	2 405	-198	164	-34
Other	926	-129	-114	-244
TOTAL	32 168	-1 089	434	-655

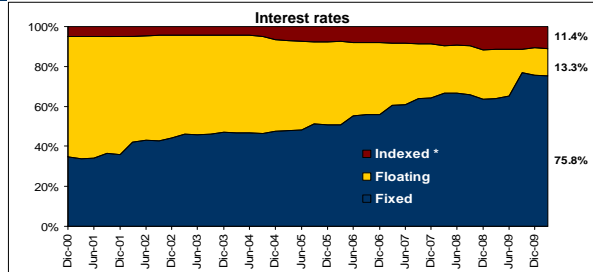
* It is measured in PEN but expressed in USD.

Last liability management transactions			
Operation	Execution date	Amount (USD Mill.)	Reduction of ...
External Bond Exchange and Tender	Apr-10	1800	...refinancing risk
IDB Conversion	Apr-10	30	...currency and interest rate risks
Cross Currency Swap	Mar-10	73	...currency and interest rate risks
Internal Bond Exchange	Nov-09	289	...refinancing risk
Paris Club Prepayment	Aug-09	851	...currency and refinancing risk

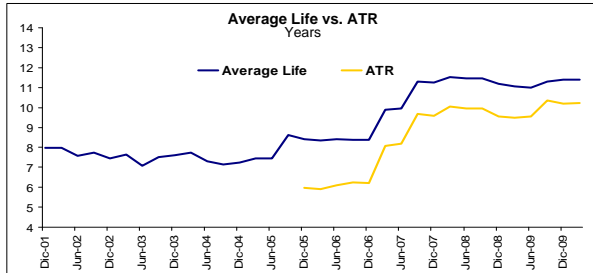
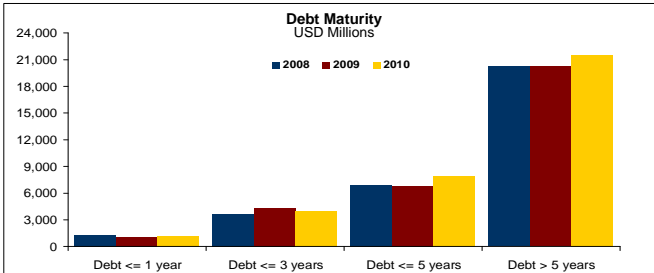
Structure of the Debt Portfolio



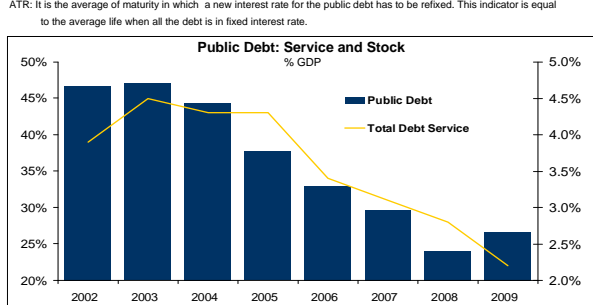
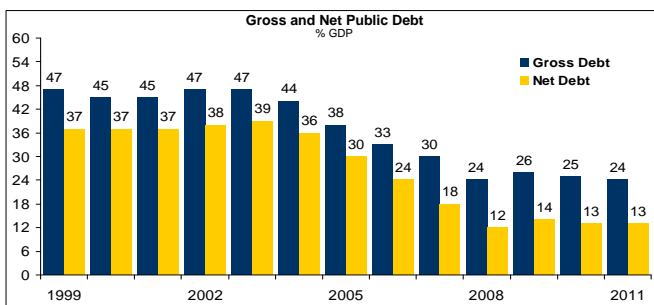
Note: Percentage of the synthetic debt in local currency is 6.3%.



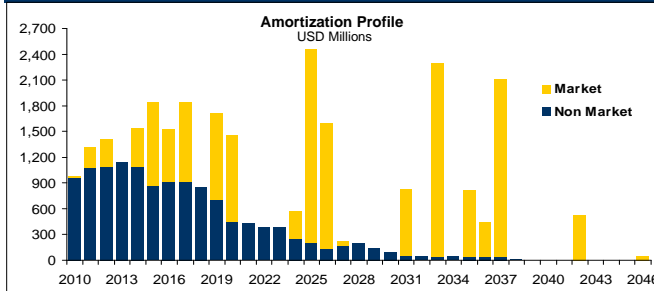
* The indexed debt includes Sovereign Bonds (2.7%) and Pension Bonds (8.3%).



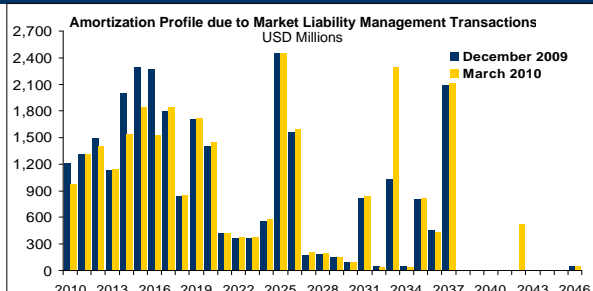
ATR: It is the average of maturity in which a new interest rate for the public debt has to be refixed. This indicator is equal to the average life when all the debt is in fixed interest rate.



Public Debt Profile (2010-2046)



* It includes the last exchange and tender operation.



1/ All the figures are based on the official statistics that includes swap transactions.